Previous references.

Gen Fin 19 1890.

1894-98
~~1900~~.

File No. 2 of 1894-2

Serial Nos. 1-2

(Gen-Finance)

Later references.

Sls 3-98 this file.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1-2

Part B. for

SUBJECT.

Application for postponement of the 2nd instalment of Rs 30000 to be paid by the Cleypore Spinning and Manufacturing Company on the loan made by Govt.

Table of contents.

Sl. 1, No.- dy 19th Dec. 1891, From Messrs J. Scott & Co Agents of the Cleypore Spinning & Manufacturing Company,

Solicits the postponement of the payment of instalment of Rs 30000 for 1891, or to take up Rs 30000 in unsold debentures & requests Govt to give Substantial Orders pertents from them to liquidate the loan partly.

Sl. 2. No. 10707-8/132 dy 25.12.91/5.1.92, To Messrs J. Scott & Co, Agents of the Cleypore Spinning & Manufacturing Co., Bangalore

G. R. S. 58

with reasons
Declining to sanction any postponement of instalments & stating that it is impossible to say at present what terms Govt may be able to buy from the Local Mills.

1

~~70~~

My dear Mr Sheshadri Iyer.

D.O

I posted the Government report to you, re the payment of Rupees 30,000; will you kindly reply today Or do you wish to see me. If so, I will go over at once. Gold land leases are now 4 years arrears. Kindly order delivery. Iwao told last night you had arrived.

Trusting you are well.

Believe me - very sincerely Yours.

(Signed) J Scott.

16th January 1892

Cubbon Hotel.

Copy

Do.

Dom M. J. Scott

8. 16th Jany 1892

Vide Reply 8 19th Jany 92

295
253

2

THE MAHARAJAH OF MYSORE SPINNING & MANUFACTURING COMPANY, LIMITED.

Secretaries & Agents:
JAS. SCOTT & CO.,
19 & 20, Grosvenor Chambers,
MANCHESTER.
And
40, Forbes Street,
BOMBAY.

G.J. 29/1891-2
SC. 1/5286
D.V.

Bangalore, 19th Dec 189

68

K. Sheshadri Iyer Esq. C.S.I.
Dewan to His Highness
The Maharajah of Mysore
Bangalore

Sir,

We beg to put the following facts before you for your consideration and early reply.

This Company has added 7,000 extra Ring Spdls at a Cost of over Rs 46,000. Couple this with the heavy loss the Company sustained last year, which has to be made good from the profits of this year before anything can be paid towards loans, taking into account also the heavy loss the Company has sustained from the effects of the famine. Causing it to stop the whole of the 187 Looms 4 days per week and only work 100 Looms 3 days per week.

Many of the districts where our yarn & cloth was in very good demand has been completely stopped owing to the Severe famine raging in several districts.

Any profit we do have this year will be swallowed up to wipe of the loss of last year. We will be extremely fortunate if we are able to hold our own in 1892 as the famine will be felt more in 1892 than 1891, although we have every reason to think we will be able to carry on without a loss. Depending mainly on the new Machinery we have just added, which has all the latest improvements.

We paid Rs 25,000 last year towards the principal as well as all interest up to date to the Mysore Governmen

3

As as the security of the Company's property is now almost double the value it was when the loan was secured having added 12.000 new Ring Frame Spindles. 187 Looms & buildings as well as a Flour Mill and other buildings.

We have also reduced Mr Venkataraadyengar loan this year from Rs 1.80.000 to Rs 100000 from Debentures Sold which only come in as Second mortgage after the Mysore Government is paid off.

Therefore we wish to point out to you that the Government has double or treble the security it requires & we ask you not to press the Company to pay the Coming Instalment of Rs 30.000 for 1891, but to allow it to be paid for in 1892 instead. The payment of 80.000 to Mr Venkataraadyengar has partly crippled the Company for the time being. If the Government will take upon Rs 30.000 in unsold Debentures we will be glad to make payment in that way, if not give the Company the indulgence they ask for.

More time is also required for the disposal of the Debentures as they cannot be sold in India at the rate of interest offered; consequently must be sold in England, which takes time. We might suggest also that the loan could be liquidated partly by the Company supplying the Government with tents, but we find unless a good Substantial order is given it would not pay to make them in small numbers.

Awaiting your favourable reply
We remain
Your obedient Servants.

Agents

Chief Ex

Under present circumstances

Drafted 25/12

(4) 89

Read,

Letter dated 19th December 1891 from Messrs J. Scott & Co. Agents to the Maharaja of Mysore Spinning and Manufacturing Company, limited, soliciting ~~sanction of Govern-~~ ~~ment for~~ the postponement of the payment of the instalment of Rs 30,000 from 1891 to 1892; or to take up the 3000 Rs. in unsold debentures, and requesting the Government to give substantial

D V 5289

requesting that Govt may express the Company to pay the coming instal- of Rs 30000 for 1891 but claim to be paid in 1892 instead or that Govt may accept the Rs 30000 in question in the shape of unsold debentures & suggesting that the Govt loan could be liquidated partly by the Company supplying the Govt with Rents ~~of~~ if ~~the~~ a Govt substantial order is ~~requested~~ - Contract for Rents be given them.

orders for tents from them to liquidate the loan partly.

Order. No. 1070-D Dt. 25-12-91 Serial No. 2
132 5-1-92.

Under present circumstances, Govt are unwilling to sanction any post-ponement of instal-ments as they do not wish to prolong the transaction need-lessly.

2. In the matter of tents, Government will however gladly take such as the

Company can make of the proper standard as to quality - But to meet present urgent de- - mands Government have had to telegraph for a large supply from Jabbalpore, and it is therefore impossible to say at present, what Govt may be able to buy from the local mills.

25/12/11

Chief Secretary.

To

Messrs J. Scott & Co, Agents the Maharaja Jhansi Spinning & manufacturing Company

W. McCormick

25/12

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M.109

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1891

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To.

Messrs. J. Scott & Co.
Agents, the Inc. Rajp
of Upper India Steam Nav. Co.
The Comptroller of Allyar

Draft

of 25 Dec/91

5-192
No 10,707 d
132

From Comptroller Allyar No 7916-1

stating that Govt. are unwilling to sanction any postponement of the instalment due by them and that it is impossible to say what tents are required as a large supply is expected from Jabbalpur.